

Agency Legislative Budget

The following table summarizes the total legislative budget for the agency by year, type of expenditure, and source of funding.

Agency Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	623.44	19.20	11.16	653.80	10.37	11.16	644.97	644.97
Personal Services	28,258,727	1,960,409	1,577,828	31,796,964	1,655,377	1,568,109	31,482,213	63,279,177
Operating Expenses	22,389,693	249,985	5,307,619	27,947,297	(1,979,549)	2,984,482	23,394,626	51,341,923
Equipment	841,890	9,593	177,100	1,028,583	(357,407)	125,000	609,483	1,638,066
Capital Outlay	0	0	0	0	0	0	0	0
Grants	795,654	156,588	0	952,242	(49,648)	0	746,006	1,698,248
Benefits & Claims	14,975	0	0	14,975	0	0	14,975	29,950
Transfers	89,317	190,352	0	279,669	190,352	0	279,669	559,338
Total Costs	\$52,390,256	\$2,566,927	\$7,062,547	\$62,019,730	(\$540,875)	\$4,677,591	\$56,526,972	\$118,546,702
State/Other Special	37,449,204	1,704,880	1,281,146	40,435,230	(982,406)	1,696,236	38,163,034	78,598,264
Federal Special	14,941,052	862,047	5,781,401	21,584,500	441,531	2,981,355	18,363,938	39,948,438
Total Funds	\$52,390,256	\$2,566,927	\$7,062,547	\$62,019,730	(\$540,875)	\$4,677,591	\$56,526,972	\$118,546,702

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Agency Issues*General License Account (GLA)*

The majority of the funding for the department comes from the general license account (GLA). Fees collected for the privileges of hunting or fishing that are not earmarked for another purpose are deposited into the general license account. This account provides \$57.6 million of the department's \$118.5 million appropriation for the 2007 biennium and is used across the department for a variety of activities.

Historically, fees have been set at a stable level for a period of eight to ten years. Early in the cycle, the increased fees generate more income than the revenue needed to meet expenses, creating a surplus of funds in the general license account, which are utilized when expenses begin to exceed revenues. During the later period, the balance in the GLA declines as expenditures exceed revenues. When the balance is projected to reach a certain point, the executive proposes a fee increase. This budgeting method puts the fund in a structural imbalance in the later years.

The fund is currently structurally imbalanced. The proposed fee increase in HB 172 does not raise enough revenue in the 2007 biennium to correct the situation. The legislature will influence the balance of the GLA based upon whether HB 172 is passed and approved as well as the level of appropriations granted.

Figure 1 illustrates the status of the GLA after Senate Finance and Claims action and the impact of the proposed pay plan. All capital appropriations have been taken into consideration. The capital expenditures may not occur in the year the appropriation is made, but the appropriations do obligate cash from the fund. The fund is anticipated to have a \$9.3 million fund balance at the end of fiscal 2007. Over the biennium, the account receives \$55.2 million in revenues and expends \$64.8 million, creating a structural imbalance of \$9.6 million.

Figure 1 General License Account				
	Actual Fiscal 2004	Appropriated Fiscal 2005	Requested Fiscal 2006	Requested Fiscal 2007
Beginning Balance	\$26,424,770	\$25,966,407	\$18,960,942	\$12,233,540
Revenues				
Wildlife licenses and permits	26,356,025	25,582,758	25,495,368	25,497,032
Administrative Cost Reimbursement	1,212,421	1,200,422	1,236,179	1,222,605
Merchandise and property sold	247,998	246,996	246,996	246,996
Miscellaneous Camping receipts	97,272			
Interest earnings	244,275	244,275	244,275	244,275
Miscellaneous receipts	185,690	376,164	376,164	376,164
Other income	63,394			
Total Revenue	28,407,074	27,650,615	27,598,982	27,587,072
Total Funds Available	54,831,844	53,617,022	46,559,924	39,820,612
Disbursements				
Administration & Finance	5,969,776	5,967,271	6,089,725	6,065,932
Field Services	2,389,763	2,849,817	2,450,324	2,819,210
Fisheries	3,739,122	3,941,016	3,776,819	3,776,657
Law Enforcement	5,905,798	6,080,331	5,769,287	5,868,501
Wildlife	3,683,610	4,007,358	3,697,333	3,696,971
Parks	949,953	968,575	948,362	948,362
Conservation Education	1,820,561	1,899,303	1,893,870	1,894,264
Department Management	3,066,091	3,904,045	2,953,721	2,974,919
DNRC	15,658	65,654	65,607	65,563
Continuing Capital Projects (FWP)	1,093,729	4,408,106	4,195,974	
Carry Forward (continuing approps.)	59,378		0	
Long Range Building Projects (A&E)	203,874	564,604		
Proposed Executive Pay Plan			629,114	1,408,246
Present Law Adjustments			970,169	749,541
Executive New Proposals			769,979	108,645
Proposals Contingent on Bill Passage			116,100	116,100
Total Disbursements	<u>\$28,897,313</u>	<u>\$34,656,080</u>	<u>\$34,326,384</u>	<u>\$30,492,911</u>
Adjustments				
Prior Year Revenue	31,876			
Prior Year Expenditures				
Other				
Total Adjustments	31,876			
Ending Fund Balance	<u>\$25,966,407</u>	<u>\$18,960,942</u>	<u>\$12,233,540</u>	<u>\$9,327,701</u>

Figure 2 illustrates the structural imbalance of the fund considering the affect of the proposed fee increases. HB 172 is estimated to raise an additional \$1.3 million in FY 2006 and \$3.1 million in FY 2007. Over the biennium this decreases the structural imbalance to \$5.2 million. While the fee increases lessens the structural imbalance, the fee increase does not produce significant revenue to eliminate the structural imbalance.

Figure 2 Position of the GLA considering new revenues			
	FY06	FY07	Biennium
Revenues	\$27,598,982	\$27,587,072	
Expenditures	<u>34,326,384</u>	<u>30,492,911</u>	
Sub Total	(6,727,402)	(2,905,839)	
New Revenue from HB172	<u>1,341,005</u>	<u>3,085,295</u>	
Structural Balance	<u>(\$5,386,397)</u>	<u>\$179,456</u>	(\$5,206,941)

Legislative Contract Authority

The 2003 Legislature eliminated legislative contract authority and required the department to seek budget amendments for the use of federal funds that become available during the interim. The legislature reinstated \$2.7 million in federal special revenue contract authority for each year of the biennium. The majority or \$2.25 million is directed for use in the Fisheries Division. The 2005 legislature reinstated this authority to reduce the burden of paperwork for the department and the Office of Budget and Program Planning.

Executive Budget Comparison

The following table compares the legislative budget for the 2007 biennium to the budget requested by the Governor, by type of expenditure and source of funding.

Executive Budget Comparison								
Budget Item	Base Budget Fiscal 2004	Executive Budget Fiscal 2006	Legislative Budget Fiscal 2006	Leg – Exec. Difference Fiscal 2006	Executive Budget Fiscal 2007	Legislative Budget Fiscal 2007	Leg – Exec. Difference Fiscal 2007	Biennium Difference Fiscal 06-07
FTE	623.44	653.80	653.80	0.00	644.97	644.97	0.00	
Personal Services	28,258,727	31,852,122	31,796,964	(55,158)	31,545,925	31,482,213	(63,712)	(118,870)
Operating Expenses	22,389,693	27,237,253	27,947,297	710,044	21,969,129	23,394,626	1,425,497	2,135,541
Equipment	841,890	1,023,483	1,028,583	5,100	609,483	609,483	0	5,100
Capital Outlay	0	0	0	0	0	0	0	0
Grants	795,654	884,441	952,242	67,801	698,205	746,006	47,801	115,602
Benefits & Claims	14,975	14,975	14,975	0	14,975	14,975	0	0
Transfers	89,317	279,669	279,669	0	279,669	279,669	0	0
Total Costs	\$52,390,256	\$61,291,943	\$62,019,730	\$727,787	\$55,117,386	\$56,526,972	\$1,409,586	\$2,137,373
State/Other Special	37,449,204	39,813,363	40,435,230	621,867	36,857,159	38,163,034	1,305,875	1,927,742
Federal Special	14,941,052	21,478,580	21,584,500	105,920	18,260,227	18,363,938	103,711	209,631
Total Funds	\$52,390,256	\$61,291,943	\$62,019,730	\$727,787	\$55,117,386	\$56,526,972	\$1,409,586	\$2,137,373

The legislature approved a budget \$2.1 million higher than the executive proposed budget. This increase is 90 percent state special revenue, and 10 percent federal special revenue. The department does not receive any general fund.

The increase in state special revenue can be attributed to:

- Annual payment to the Department of Natural Resources and Conservation for water lease from the Painted Rocks Reservoir
- An increase for the black bear harvest study.
- Addition of 1.0 FTE for two seasonal warden trainee positions
- Increased compensation for license transactions
- Fishing access enhancement payments
- 1.00 FTE for website content management

The legislature approved 30.36 additional FTE in fiscal year 2006. This includes sixteen FTE are attributable to the transition of the automated license system from contracted services to in-house employees, 4.00 FTE for fish technicians and 4.50 FTE for enforcement activities. In fiscal year 2007, FTE increase 21.53 over the base year due to reductions in FTE associated with the sunset of the block management program.

Agency Highlights

Department of Fish, Wildlife, and Parks Major Budget Highlights	
<ul style="list-style-type: none"> ◆ The largest funding source is the general license account at 50 percent of the budget, or \$55.6 million over the biennium ◆ The legislature reinstated the warden trainee program with 1.00 FTE and associated operating costs ◆ The legislature approved two decision packages to reduce authority for the block management program as it is due to sunset ◆ The operations budget and an additional 3.00 FTE were approved in order to begin fish production at the Fort Peck hatchery ◆ The legislature replaced contracted services with 16.00 FTE to bring support for the automated license system in-house ◆ \$2.8 million in federal special revenue was approved to continue to participate in the state wildlife grants program <ul style="list-style-type: none"> • \$0.7 million of general license funds was added to HB 2 and a corresponding adjustment was made to HB 5 to restore some reductions made on the house floor, including: <ul style="list-style-type: none"> ○ Authority for mountain lion research ○ 2.0 FTE for regional investigator activities ○ 1.00 FTE to manage content on the FWP website ○ Matching funds for the state wildlife grant program ◆ Total FTE increased by 21.53 to a total of 644.9 FTE 	

Funding

The following table summarizes funding for the agency, by program and sources, as adopted by the legislature. Funding for each program is discussed in detail in the individual program narratives that follow.

Total Agency Funding 2007 Biennium Legislative Budget				
Agency Program	State Spec.	Fed Spec.	Grand Total	Total %
01 Administration & Finance Div.	\$ 12,409,059	\$ 3,663,363	\$ 16,072,422	13.56%
02 Field Services Division	10,697,912	1,227,511	11,925,423	10.06%
03 Fisheries Division	8,657,567	18,163,197	26,820,764	22.62%
04 Enforcement Division	13,396,474	681,695	14,078,169	11.88%
05 Wildlife Division	8,931,116	9,063,589	17,994,705	15.18%
06 Parks Division	14,064,047	864,448	14,928,495	12.59%
08 Conservation Education Div	4,159,482	1,437,242	5,596,724	4.72%
09 Department Management	6,282,607	4,847,393	11,130,000	9.39%
Grand Total	<u>\$78,598,264.00</u>	<u>\$39,948,438.00</u>	<u>\$118,546,702.00</u>	<u>100%</u>

Language

The legislature approved the following language for inclusion in HB2:

“If the department receives additional federal special revenue for services comparable to those with general license revenue or is required to adjust personal services expenditures between state and federal accounts, the approving authority may adjust the state special revenue appropriation and the federal appropriation by like amounts. “

Program Legislative Budget

The following table summarizes the legislative budget proposal for the program by year, type of expenditure, and source of funding.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	57.32	16.00	0.00	73.32	16.00	0.00	73.32	73.32
Personal Services	2,652,620	741,855	0	3,394,475	740,442	0	3,393,062	6,787,537
Operating Expenses	4,754,839	(302,748)	91,100	4,543,191	(360,525)	91,100	4,485,414	9,028,605
Equipment	28,488	0	0	28,488	0	0	28,488	56,976
Transfers	0	99,652	0	99,652	99,652	0	99,652	199,304
Total Costs	\$7,435,947	\$538,759	\$91,100	\$8,065,806	\$479,569	\$91,100	\$8,006,616	\$16,072,422
State/Other Special	5,833,955	291,371	91,100	6,216,426	267,578	91,100	6,192,633	12,409,059
Federal Special	1,601,992	247,388	0	1,849,380	211,991	0	1,813,983	3,663,363
Total Funds	\$7,435,947	\$538,759	\$91,100	\$8,065,806	\$479,569	\$91,100	\$8,006,616	\$16,072,422

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Funding

The Administration and Finance Division is funded from the general license account and revenues received through applying an assessment to federal grants and non-federal accounts to recover overhead costs. These sources provide the funding for the services provided to other divisions within the department. The Management and Field Services divisions are partially funded in the same manner. The assessment rate for the 2007 biennium from non-federal sources is 10.8 percent for operations and 3.5 percent for capital. The federal rate is negotiated on an annual basis. The current rate for federal funds is 17.8 percent.

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget adopted by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments										
-----Fiscal 2006-----						-----Fiscal 2007-----				
FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds	
Personal Services				152,767					153,395	
Vacancy Savings				(112,209)					(112,240)	
Inflation/Deflation				(65,254)					(65,320)	
Fixed Costs				623,886					564,165	
Total Statewide Present Law Adjustments				\$599,190					\$540,000	
DP 103 - Seasonal Overtime	0.00	0	8,099	0	8,099	0.00	0	8,099	0	8,099
DP 104 - Automated License System Operations Transition	16.00	0	(92,500)	(75,682)	(168,182)	16.00	0	(92,500)	(75,682)	(168,182)
DP 105 - Search and Rescue Transfer	0.00	0	99,652	0	99,652	0.00	0	99,652	0	99,652
Total Other Present Law Adjustments										
	16.00	\$0	\$15,251	(\$75,682)	(\$60,431)	16.00	\$0	\$15,251	(\$75,682)	(\$60,431)
Grand Total All Present Law Adjustments				\$538,759					\$479,569	

DP 103 - Seasonal Overtime - The legislature approved funding for overtime. The overtime is used in lieu of adding staff during peak workload periods in the areas of licensing, payroll, budget, claims and accounting.

DP 104 - Automated License System Operations Transition - The legislature approved a proposal to transition from contracted technology services to in-house support for the Automated Licensing System (ALS) that processes over 1.5 million license items annually. This approval includes 16.0 FTE.

DP 105 - Search and Rescue Transfer - The legislature approved an adjustment to provide the authority needed reimburse costs associated with search and rescue missions for hunters, anglers, and trappers. This request will allow for a full year of funds to be transferred to the Disaster and Emergency Services Division of the Department of Military Affairs who, in turn, reimburses the local search and rescue organizations.

New Proposals

New Proposals											
-----Fiscal 2006-----						-----Fiscal 2007-----					
Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds	
DP 125 - Increased Compensation for License Transactions											
01	0.00	0	91,100		0	91,100	0.00	0	91,100	0	91,100
Total	0.00	\$0	\$91,100		\$0	\$91,100	0.00	\$0	\$91,100	\$0	\$91,100

DP 125 - Increased Compensation for License Transactions - The legislature approved an increase in compensation to license vendors from an expanded definition of a transaction. The funding is from the general license account. This appropriation is contingent upon the passage of HB 707.

Language

The legislature approved the following language for inclusion in HB2:

“The department shall present a written quarterly report to the legislative fiscal division detailing its progression with the Automated Licensing System transition plan and the related costs for the current fiscal year. In addition, it shall present this information to the legislative finance committee at the October 2005 and June 2006 meetings.”

"If House Bill No. 707 is not passed and approved, Administration and Finance Division is decreased by \$91,100 in state special revenue in both fiscal year 2006 and 2007."

Proprietary Rates

Proprietary Program Description

There are three proprietary functions within this division:

Duplicating Center

The department's duplicating center provides duplicating and bindery services to department employees. The Duplicating Center has 1.00 FTE and, whenever the demand for services becomes too great or a particular job is considered too large, the excess jobs are taken to Publications & Graphics to be completed.

Equipment Enterprise Fund

The department's equipment fund provides a fleet of vehicles and aircraft to department employees. The revenue users are department employees, mostly enforcement wardens, fish and wildlife biologists and park employees. Every month, users are charged for the miles driven (hours flown) during the previous month.

Warehouse Inventory

The department's warehouse contains mainly uniform items (both for wardens and non-wardens) and items specifically related to the duties of the department such as gill nets for the fisheries biologists. Overhead costs are recovered by charging a predetermined fixed percentage to all sales.

Proprietary Revenues and Expenses**Duplicating Center**

Expenses recovered in the rates are the personal services of the 1.00 FTE, operating expenses and the raw materials needed for duplicating. Rates have been historically adjusted based on the need to increase or decrease the cash balances in the account. Prior to requesting new rates, a review of the cash balance is done. At the end of FY 2004, the cash balance was \$23,938.

The 60-day working capital requirement provides sufficient cash to fund on-going operations of this program. Field projects are billed monthly for the services provided during the month. The workload is fairly consistent so there is little fluctuation in cash balances except when additional inventory is purchased.

A portion of the program's fund balance has been reserved for the duplicating center's equipment and inventory. At the end of FY 2004 the book value of the fund's assets was \$19,182 and the fund had \$8,585 in inventory.

Equipment Enterprise Fund

The objective of the vehicle account is to recover (through rates and annual auction revenues) sufficient funds to cover administrative costs to operate the program (personal services and operations) in addition to being able to replace fleet vehicles at approximately 100,000 miles. A total of 2.06 FTE are funded in this fund. The two largest costs are fuel and repairs. In FY 2004 the fund spent \$675,000 on fuel and \$500,000 on repairs. In FY 2004 the department drove just over 5.0 million miles in department vehicles while the 10-year average is 4.95 million miles. Due to a 3 percent rate increase in FY 2005 and the proposed rate increases in FY 2006 and 2007, the program anticipates revenues of \$2.5 million in both FY 2006 and 2007. These amounts are increases of approximately 3 percent over base year fee revenue.

The department attempts to manage this account so that a 60-day working capital amount of cash is available when the cash balance is at its lowest level. To compensate for a cash flow problem created by keeping rates artificially low, rates were increased 25 percent in FY 2002, 15 percent in FY 2003, 6 percent in FY 2004 and 3 percent in FY 2005. The department attempts to ensure that fees are commensurate with costs over time. It does this in two ways. First, proposed rates for the next biennium take into consideration any excess income or loss generated from previous periods. Second, prior to finalizing new rates at the beginning of a new fiscal year, the rates are recalculated based on actual information.

In order to maintain a positive cash balance, during the past 4 years, the vehicle fund needed a \$300,000 loan from another fund. This was repaid in FY 2005. Working capital at the end of FY 2004 was \$237,000.

Divisions are billed monthly for the miles driven (hours flown) during the previous month. Cash balances fluctuate during the year for two reasons. The first is that monthly mileage is greater during in the summer and fall than during the winter and spring. The second reason is that new vehicles are purchased in the spring. Thus cash balances are normally highest in December after the hunting season and lowest in the spring after purchasing the new vehicles. Fiscal year end balances tend to be significantly higher than spring balances.

There is no requirement to reserve fund balance. At the end of FY 2004, the vehicle fund had total assets of \$6,964,000 and the book value (original cost less accumulated depreciation) of the fleet was \$6,566,000. The major liability was a \$300,000 loan to ensure positive cash balance at year-end and was repaid in FY 2005. As stated above, working capital at the end of FY 2004 was \$237,000. A portion of the program's fund balance has been reserved for the book value of department vehicles and aircraft.

Warehouse Inventory

The expenses associated with the warehouse include personal services, miscellaneous office supplies and expenses for the warehouse worker and inventory purchased as needed to replenish existing stock. Revenues are the sales of inventory items to department employees. The department anticipates revenues to be approximately \$90,000 per year for FY 2006 and FY 2007. Beginning in FY 2002, 0.20 FTE are supported with this program.

The 60-day working capital requirement provides sufficient cash to fund on-going operations of this program. The department attempts to ensure that fees are commensurate with costs over time by adjusting the proposed rates for excess income or loss from previous periods.

Field projects are billed monthly for the purchases made during the month. Cash balances fluctuate during the year. Cash balances are lowest during the winter when stock is replenished and highest during the summer when temporary and seasonal employees are hired.

A portion of the program's fund balance has been reserved for the warehouse inventory. At the end of FY 2004, the warehouse inventory was \$114,600.

Proprietary Rate Explanation

Duplicating Center

The rate methodology attempts to determine a rate for various duplicating and bindery services that allow the fund to recover both the cost of the raw materials and all associated personal services and operating costs. Rates have been historically adjusted based on the need to increase or decrease the cash balance. The rates have remained constant for the past four years. The legislature approved continuation of the same rates through the 2007 biennium.

Equipment

The rate methodology attempts to determine a cost/mile rate for various classes of vehicles and a cost/hour rate for each class of aircraft. The methodology is to determine the previous year's expenses, including operating, maintenance, administration and depreciation expenses minus the previous year's revenue generated from the rates and the annual vehicle auction to establish the net income for a particular class. Next the life to date (LTD) net income or loss on a per mile (hour) basis is determined. Future year expenses are estimated based on the most current year's information plus a 3 percent inflationary factor. Using the most current year's mileage and the projected expenses, a cost/mile (hour) rate is determined for the future year. This rate is adjusted for any LTD net income or loss. In an attempt to minimize large increases or decreases, rates would not change more than 25 percent per year (10 percent for aircraft).

Item	FY 2006	FY 2007
<u>Copies</u>		
1-20	\$0.045	\$0.050
21-100	\$0.030	\$0.035
101-1000	\$0.025	\$0.030
1001-5000	\$0.020	\$0.025
Color Copies – per sheet	\$0.250	\$0.250
<u>Binding</u>		
Collating (per sheet)	\$0.005	\$0.005
Hand Stapling (per set)	\$0.015	\$0.015
Saddle Stitch (per set)	\$0.030	\$0.030
Folding (per sheet)	\$0.005	\$0.005
Punching (per sheet)	\$0.001	\$0.001
Cutting (per minute)	\$0.550	\$0.550

Description	FY 2006	FY 2007
<u>Per Mile Rates</u>		
Sedans	\$0.30	\$0.30
Vans	\$0.33	\$0.33
Utilities	\$0.37	\$0.37
Grounds Maintenance	\$1.05	\$1.10
Pickup 1/2 Ton	\$0.32	\$0.32
Pickup 3/4 Ton	\$0.37	\$0.37
<u>Per Hour Rates</u>		
2 Place Single Engine	\$59.56	\$62.54
Partnavia	\$297.78	\$297.78
Turbine Helicopters	\$363.01	\$363.01

In addition, a minimum mileage rate was instigated in FY 2000. This was an attempt to recover overhead costs whether a vehicle is driven or not. A minimum monthly overhead charge would be assessed to each vehicle that is not driven does not maintain the class average mileage. By using this method, the overhead costs are recovered and low mileage vehicles are not being subsidized by higher mileage vehicles.

Each year, department employees drive over 5.0 million miles in department owned vehicles. The department currently has a fleet of over 400 vehicles, which are mainly used by enforcement officers, fish and wildlife biologists and parks employees. The department's request for vehicle replacement is for 45 vehicles in both FY 2006 and 2007. This is based on replacing vehicles after a minimum of 100,000 miles. Annually, the department auctions these vehicles and replaces them with new vehicles. Historically, the department has replaced 40 to 45 vehicles each year. This replacement schedule does not require a present law adjustment.

Vehicles would be assessed a minimum overhead charge if not driven a minimum number of miles in addition to the regular rates.

In FY 2000, the department realized that they had a cash flow problem in the vehicle account. This arose from keeping the rates artificially low in an attempt to show that rates were commensurate with costs. The 2001 legislature provided the department with a rate increase of 25 percent in FY 2002 and 15 percent in FY 2003. Similarly, the 2003 legislature provide the department with a 6 percent rate increase in FY 2004 and 3 percent rate increase in FY 2005. At the end of FY 2004, the department's cash flow problem has been resolved. The legislature approved rates for FY 2006 and FY 2007 to adjust for inflationary increases.

Warehouse Inventory

The rate requested for the warehouse is an overhead rate that is added to the cost of the inventory items. The overhead rate would generate sufficient revenue to cover the administrative costs of the program.

The legislature approved a 5 percent overhead rate for FY 2006 and 2007. The rate was calculated by estimating the support costs required to maintain the warehouse function such as personal services, office supplies and other miscellaneous office costs. Based on estimated warehouse sales, a fixed overhead percentage is determined that allows the department to recover the warehouse support costs. This rate is also adjusted for any previous over or under collections.

Program Legislative Budget

The following table summarizes the legislative budget proposal for the program by year, type of expenditure, and source of funding.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	42.60	(2.30)	0.00	40.30	(8.63)	1.00	34.97	34.97
Personal Services	1,823,405	29,808	0	1,853,213	(152,972)	28,545	1,698,978	3,552,191
Operating Expenses	5,739,537	(843,776)	(13,683)	4,882,078	(2,965,031)	660,086	3,434,592	8,316,670
Equipment	13,306	0	0	13,306	0	0	13,306	26,612
Benefits & Claims	14,975	0	0	14,975	0	0	14,975	29,950
Transfers	0	0	0	0	0	0	0	0
Total Costs	\$7,591,223	(\$813,968)	(\$13,683)	\$6,763,572	(\$3,118,003)	\$688,631	\$5,161,851	\$11,925,423
State/Other Special	6,831,042	(827,737)	(13,683)	5,989,622	(2,811,383)	688,631	4,708,290	10,697,912
Federal Special	760,181	13,769	0	773,950	(306,620)	0	453,561	1,227,511
Total Funds	\$7,591,223	(\$813,968)	(\$13,683)	\$6,763,572	(\$3,118,003)	\$688,631	\$5,161,851	\$11,925,423

Page Reference

Legislative Budget Analysis, C-17

Funding

The Field Services Division's primary funding sources are portions of the variable-rate hunting license sales and the general license account. Lesser amounts come from the Coal Tax Trust interest (for the acquisition, development, operations and maintenance of state parks) and the Wildlife Habitat Trust interest. Federal funds consist of Pittman-Robertson (PR) funds derived from excise taxes on sporting firearms and ammunition. This fund requires a minimum non-federal match of 25 percent. The division receives a portion of the indirect cost assessment on non-federal funds established at 10.8 percent for operational expenditures and 3.5 percent for capital expenditures. The federal overhead rate of 17.8 percent is applied to federal grants, including Pittman-Robertson funds. These assessments are managed through non-budgeted transfers into the general license account from which all expenses are paid.

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget adopted by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments										
-----Fiscal 2006-----						-----Fiscal 2007-----				
FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds	
Personal Services				173,400						174,224
Vacancy Savings				(79,871)						(79,907)
Inflation/Deflation				(445)						(622)
Fixed Costs				2,251						2,386
Total Statewide Present Law Adjustments				\$95,335					\$96,081	
DP 201 - Block Management	(4.30)	0	(2,081,947)	0	(2,081,947)	(10.63)	0	(4,041,713)	(323,237)	(4,364,950)
DP 202 - General Recreation Use of State Lands	0.00	0	460,000	0	460,000	0.00	0	460,000	0	460,000
DP 203 - Taxes	0.00	0	27,583	6,504	34,087	0.00	0	60,118	17,042	77,160
DP 205 - Public Wildlife Interface Biennial	0.00	0	45,211	0	45,211	0.00	0	(19,789)	0	(19,789)
DP 206 - Net Client Hunter Use - Restricted	0.00	0	8,770	0	8,770	0.00	0	8,770	0	8,770
DP 209 - Internal Service Rate Adjustment	0.00	0	19,098	0	19,098	0.00	0	19,098	0	19,098
DP 220 - Restore Block Management	2.00	0	605,478	0	605,478	2.00	0	605,627	0	605,627
Total Other Present Law Adjustments										
	(2.30)	\$0	(\$915,807)	\$6,504	(\$909,303)	(8.63)	\$0	(\$2,907,889)	(\$306,195)	(\$3,214,084)
Grand Total All Present Law Adjustments					(\$813,968)					(\$3,118,003)

DP 201 - Block Management - The legislature approved a reduction in authority for the Hunting Access Enhancement Program, including Block Management (private land access) and Access Montana (public land access), as statute providing authority and funding for this program terminates on March 1, 2006. This decision package removes approximately one-half of the budget authority and FTE in the program in FY 2006 to allow for phase-out of the program in the fall of 2005. The remaining program funding and FTE is removed from the budget in the second year of the biennium.

DP 202 - General Recreation Use of State Lands - The legislature approved an increase in budget authority to compensate the common school trust for recreational use of school lands. The 2003 Legislature enacted SB 130, which replaced the recreational use license for trust land with compensation to the school trust from the department calculated at \$2 per every conservation license sold. The legislation took effect with the March 2004 license year, thus only one payment was made to the School Trust in the base year.

DP 203 - Taxes - The department pays taxes on all land and administrative facilities owned or leased by the department at the same rate as private individuals. The legislature approved increased authority to account for increased tax liabilities.

DP 205 - Public Wildlife Interface Biennial - The legislature approved an adjustment to carry forward the division's existing biennial appropriation for public wildlife interface into the 2007 biennium. No change from the previously approved base budget is being requested. The total biennial amount is \$65,000.

DP 206 - Net Client Hunter Use - Restricted - The legislature approved a biennial appropriation to restore state special revenue funding for the department to analyze the impacts of applications for an increase in net client hunting use by outfitters.

DP 209 - Internal Service Rate Adjustment - The legislature approved a request to adjust vehicle travel costs resulting from inflation and rate increases for the department's internal fleet of vehicles and aircraft. The additional revenue generated would be used to maintain the department's fleet and to replace existing vehicles as needed.

DP 220 - Restore Block Management - The legislature approved a base adjustment of state special revenue to reinstate the one-time only authority granted to this program by the 2003 Legislature. This appropriation is contingent upon the passage of SB77.

New Proposals

New Proposals										
Program	FTE	Fiscal 2006				Fiscal 2007				
		General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 225 - PL/PW - HB 235 02	0.00	0	(13,683)	0	(13,683)	1.00	0	688,631	0	688,631
Total	0.00	\$0	(\$13,683)	\$0	(\$13,683)	1.00	\$0	\$688,631	\$0	\$688,631

DP 225 - PL/PW - HB 235 - The legislature approved funding the recommendations of the private lands/public wildlife committee (PL/PW) contingent upon the passage of HB 235. This provides for temporary seasonal employees in the field services division (1.00 FTE) and 1.00 permanent FTE in the enforcement division.

Language

The legislature approved the following language for inclusion in HB2:

"If Senate Bill No. 77 is passed and approved, field services is increased by 4.3 FTE and \$2,081,947 in state special revenue in fiscal year 2006 and by 10.63 FTE and \$4,364,950 in state special revenue in fiscal year 2007."

"If Senate Bill No. 77 is not passed and approved, field services is decreased by 2 FTE and \$605,478 in FY 06 and \$605,627 in state special revenue during each year of the 2007 biennium."

"If House Bill No. 235 is not passed and approved, Field Services Division is increased by \$13,683 in state special revenue in fiscal year 2006 and decreased by \$668,631 in state special revenue in fiscal year 2007 and Law Enforcement Division is reduced by \$57,601 in state special revenue in fiscal year 2007."

Program Legislative Budget

The following table summarizes the legislative budget proposal for the program by year, type of expenditure, and source of funding.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	142.02	1.00	3.00	146.02	1.00	3.00	146.02	146.02
Personal Services	6,199,430	523,650	1,276,604	7,999,684	526,886	1,276,511	8,002,827	16,002,511
Operating Expenses	3,584,954	78,183	1,372,528	5,035,665	70,683	1,372,621	5,028,258	10,063,923
Equipment	217,165	10,000	125,000	352,165	0	125,000	342,165	694,330
Grants	30,000	0	0	30,000	0	0	30,000	60,000
Transfers	0	0	0	0	0	0	0	0
Total Costs	\$10,031,549	\$611,833	\$2,774,132	\$13,417,514	\$597,569	\$2,774,132	\$13,403,250	\$26,820,764
State/Other Special	3,635,112	193,625	502,007	4,330,744	189,704	502,007	4,326,823	8,657,567
Federal Special	6,396,437	418,208	2,272,125	9,086,770	407,865	2,272,125	9,076,427	18,163,197
Total Funds	\$10,031,549	\$611,833	\$2,774,132	\$13,417,514	\$597,569	\$2,774,132	\$13,403,250	\$26,820,764

Page Reference

Legislative Budget Analysis, C-22

Funding

The division is funded with 63 percent federal revenues, the largest source of which is the Wallup-Breaux (WB) program for sport fish restoration. General license dollars contribute 36 percent of the division's funding. The balance of funding comes from a portion of the division indirect cost rate and proceeds from the sale of paddlefish roe.

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget adopted by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments									
-----Fiscal 2006-----					-----Fiscal 2007-----				
FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services				765,004					768,404
Vacancy Savings				(278,576)					(278,712)
Inflation/Deflation				9,256					6,735
Fixed Costs				77					98
Total Statewide Present Law Adjustments				\$495,761					\$496,525
DP 302 - Lower Yellowstone River Operations	0.00	0	0	11,250	0.00	0	0	0	11,250
DP 304 - Fisheries Field Technician	1.00	0	15,556	46,666	1.00	0	11,798	35,396	47,194
DP 305 - USFWS Virology Contract	0.00	0	5,000	15,000	0.00	0	5,000	15,000	20,000
DP 308 - Internal Service Rate Adjustment	0.00	0	5,650	16,950	0.00	0	5,650	16,950	22,600
Total Other Present Law Adjustments	1.00	\$0	\$26,206	\$89,866	1.00	\$0	\$22,448	\$78,596	\$101,044
Grand Total All Present Law Adjustments				\$611,833					\$597,569

DP 302 - Lower Yellowstone River Operations - The legislature approved an increase in and a funding switch for the operations costs associated with the Lower Yellowstone River Biologist position. The operation costs will be funded with federal fish Wallup-Breaux funding and general license dollars. The biologist is currently operating with Western Area Power Administration funding, specifically allocated for pallid sturgeon research.

DP 304 - Fisheries Field Technician - The legislature approved funding for fishery technicians who work under the direction of a biologist to perform the day to day field work that is the basis for fisheries management. The field technicians would provide field assistance to monitor and manage the state's fishery resource in regions three (0.50 FTE) and six (0.50 FTE).

DP 305 - USFWS Virology Contract - The legislature approved state special and federal special revenue to fund the department's contract with the U.S. Fish and Wildlife Service (USFWS) for laboratory support for fish health work that includes all laboratory diagnostics. Virology had been provided free-of-charge by USFWS, but beginning in FY 2006, USFWS will begin charging an estimated \$20,000 for virology services.

DP 308 - Internal Service Rate Adjustment - The legislature approved a request to adjust vehicle travel costs resulting from inflation and rate increases for the department's internal fleet of vehicles and aircraft. The additional revenue generated would be used to maintain the department's fleet and to replace existing vehicles as needed.

New Proposals

New Proposals										
Program	FTE	Fiscal 2006				Fiscal 2007				
		General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 301 - Fort Peck Hatchery Operations										
03	3.00	0	477,007	0	477,007	3.00	0	477,007	0	477,007
DP 306 - Short Term Federal Authority OTO										
03	0.00	0	0	2,250,000	2,250,000	0.00	0	0	2,250,000	2,250,000
DP 320 - Painted Rocks Annual Payment										
03	0.00	0	0	22,125	22,125	0.00	0	0	22,125	22,125
DP 325 - Fishing Access Enhancement Program										
03	0.00	0	25,000	0	25,000	0.00	0	25,000	0	25,000
Total	3.00	\$0	\$502,007	\$2,272,125	\$2,774,132	3.00	\$0	\$502,007	\$2,272,125	\$2,774,132

DP 301 - Fort Peck Hatchery Operations - The legislature approved an increase in the hatchery operations budget to allow the facility to begin fish production and to add 3.0 FTE to staff and run the hatchery at full capacity. Funding for this decision package is warm water fish stamp revenues.

DP 306 - Short Term Federal Authority OTO - The legislature approved \$2.25 million per fiscal year in short-term contract authority for federal funding that becomes available in the interim.

DP 320 - Painted Rocks Annual Payment - The legislature approved federal special revenue for annual payments associated with the Painted Rocks Reservoir. The department renewed an agreement with the Department of Natural Resources and Conservation to release from Painted Rocks Reservoir up to 15,000 acre feet of water per year at the request of FWP in exchange for a fee of \$15,000/year in operation and maintenance, and also an additional amount for any minor repairs necessary at the dam.

DP 325 - Fishing Access Enhancement Program - The legislature approved funding to provide payments to private landowners for allowing public fishing on private property.

Language

The legislature approved the following language for inclusion in HB2:

“During the 2007 biennium, if the department obtains federal funding for the operations of the Fort Peck fish hatchery, it must be used to replace state special revenue approved to fund personal services and operational costs of the hatchery.”

Program Legislative Budget

The following table summarizes the legislative budget proposal for the program by year, type of expenditure, and source of funding.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	101.95	(2.50)	5.50	104.95	(5.00)	4.50	101.45	101.45
Personal Services	5,138,378	97,047	199,209	5,434,634	(26,665)	161,268	5,272,981	10,707,615
Operating Expenses	1,497,122	16,111	111,039	1,624,272	(17,597)	86,361	1,565,886	3,190,158
Equipment	72,248	0	5,100	77,348	0	0	72,248	149,596
Grants	35,400	0	0	35,400	(40,000)	0	(4,600)	30,800
Total Costs	\$6,743,148	\$113,158	\$315,348	\$7,171,654	(\$84,262)	\$247,629	\$6,906,515	\$14,078,169
State/Other Special	6,514,140	89,913	212,037	6,816,090	(78,192)	144,436	6,580,384	13,396,474
Federal Special	229,008	23,245	103,311	355,564	(6,070)	103,193	326,131	681,695
Total Funds	\$6,743,148	\$113,158	\$315,348	\$7,171,654	(\$84,262)	\$247,629	\$6,906,515	\$14,078,169

Page Reference

Legislative Budget Analysis, C-25

Funding

The Law Enforcement Division is funded primarily with state special revenue, including the general license account, variable priced non-resident hunting license fees, motorboat certificate fees, motorboat fuel taxes, state parks funds, income from the coal tax trust, and snowmobile and off-highway vehicle registration funds. Federal funds consist primarily of grants from the Coast Guard and require a 50 percent match.

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget adopted by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments										
-----Fiscal 2006-----						-----Fiscal 2007-----				
FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds	
Personal Services				238,822					237,290	
Vacancy Savings				(215,097)					(215,026)	
Inflation/Deflation				114					58	
Fixed Costs				(10)					(10)	
Total Statewide Present Law Adjustments				\$23,829					\$22,312	
DP 401 - Warden Overtime	0.00	0	194,000	6,000	200,000	0.00	0	194,000	6,000	200,000
DP 403 - Bison Hunt Biennial	0.00	0	7,733	0	7,733	0.00	0	(2,267)	0	(2,267)
DP 406 - Adjust County Water Safety	0.00	0	0	0	0	0.00	0	(20,000)	(20,000)	(40,000)
DP 411 - Block Management Program	(2.50)	0	(145,903)	0	(145,903)	(5.00)	0	(291,806)	0	(291,806)
DP 412 - Internal Service Rate Adjustment	0.00	0	27,499	0	27,499	0.00	0	27,499	0	27,499
Total Other Present Law Adjustments										
	(2.50)	\$0	\$83,329	\$6,000	\$89,329	(5.00)	\$0	(\$92,574)	(\$14,000)	(\$106,574)
Grand Total All Present Law Adjustments				\$113,158					(\$84,262)	

DP 401 - Warden Overtime - The legislature approved a request to maintain current budget levels for warden overtime, since overtime pay does not carry forward.

DP 403 - Bison Hunt Biennial - The legislature approved funding to support enforcement activities related to special bison hunts. The 2003 Legislature provided authority for the department to authorize a bison hunt as a species management tool when specific criteria are met.

DP 406 - Adjust County Water Safety - The legislature approved a reduction in the authority for the county water safety program, as statute providing the authority for the program sunsets June 30, 2006. This decision package removes the funding from the second year of the biennium.

DP 411 - Block Management Program - The legislature approved a reduction in authority for enforcement services related to the Hunting Access Enhancement Program, including Block Management (private land access) and Access Montana (public land access), as statute providing authority and funding for this program terminates on March 1, 2006. This decision package removes approximately one-half of the budget authority and FTE in the program in FY 2006 to allow for phase-out of the program in the fall of 2005. The remaining program funding and FTE is removed from the budget in the second year of the biennium.

DP 412 - Internal Service Rate Adjustment - The legislature approved a request to adjust vehicle travel costs resulting from inflation and rate increases for the department's internal fleet of vehicles and aircraft. The additional revenue generated would be used to maintain the department's fleet and to replace existing vehicles as needed.

New Proposals

New Proposals											
Program	FTE	Fiscal 2006				Fiscal 2007					
		General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds	
DP 407 - Short Term Federal Authority OTO 04	0.00	0	0	20,000	20,000	0.00	0	0	20,000	20,000	
DP 408 - Regional Investigators 04	2.00	0	120,000	0	120,000	2.00	0	110,000	0	110,000	
DP 409 - Seasonal Water Safety - Restricted 04	1.50	0	0	71,832	71,832	1.50	0	0	71,714	71,714	
DP 420 - Warden Trainee Program 04	1.00	0	34,436	11,479	45,915	1.00	0	34,436	11,479	45,915	
DP 425 - PL/PW - HB235 04	1.00	0	57,601	0	57,601	0.00	0	0	0	0	
Total	5.50	\$0	\$212,037	\$103,311	\$315,348	4.50	\$0	\$144,436	\$103,193	\$247,629	

DP 407 - Short Term Federal Authority OTO - The legislature approved \$20,000 per fiscal year in short-term contract authority for federal funding that becomes available during the interim.

DP 408 - Regional Investigators - The legislature approved state special revenue to increase division staffing through the creation of a regional investigator position. The regional investigators will address investigative shortfalls by focusing on serious resource abuse and commercialized wildlife crimes. The 2.00 FTE would be housed in two regional headquarters.

DP 409 - Seasonal Water Safety - Restricted - The legislature approved state special revenue for 1.5 FTE to enhance water safety during peak times of water recreation. As watercraft utilization has increased, so has the congestion and conflict on Montana lakes, rivers and reservoirs.

DP 420 - Warden Trainee Program - The legislature approved state special and federal special revenue for 1.0 FTE as two half-time positions and corresponding operation costs within the warden trainee program. The program will give Montana university students an opportunity to receive warden training and obtain work while attending college.

DP 425 - PL/PW - HB235 - The legislature approved funding the recommendations of the private lands/public wildlife committee (PL/PW) contingent upon the passage of HB 235. This provides for temporary seasonal employees in the field services division (1.00 FTE) and 1.00 permanent FTE in the enforcement division.

Language

The legislature approved the following language for inclusion in HB2:

“Warden trainee is restricted to Montana residents enrolled within the Montana university system.”

“If Senate Bill No. 77 is passed and approved, enforcement division is increased by 2.5 FTE and \$145,903 in state special revenue in fiscal year 2006 and by 5.00 FTE and \$291,806 in state special revenue in fiscal year 2007.”

“If House Bill No. 119 is passed and approved, enforcement division is increased by \$20,000 in state special revenue and \$20,000 in federal special revenue in fiscal year 2007.”

“If House Bill No. 126 is not passed and approved, (enforcement division) is decreased by \$71,832 in federal special revenue in fiscal year 2006 and \$71,714 in federal special revenue in fiscal year 2007.”

“If House Bill No. 235 is not passed and approved or is passed and approved with an appropriation, Law Enforcement Division is reduced by 2 FTE and \$114,000 in state special revenue in fiscal year 2006 and reduced by 2 FTE and \$104,500 in state special revenue in fiscal year 2007.”

"If House Bill No. 235 is not passed and approved, Field Services Division is increased by \$13,683 in state special revenue in fiscal year 2006 and decreased by \$668,631 in state special revenue in fiscal year 2007 and Law Enforcement Division is reduced by \$57,601 in state special revenue in fiscal year 2007."

Program Legislative Budget

The following table summarizes the legislative budget proposal for the program by year, type of expenditure, and source of funding.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	101.43	1.50	0.50	103.43	1.50	0.50	103.43	103.43
Personal Services	4,836,183	308,218	20,988	5,165,389	307,995	20,940	5,165,118	10,330,507
Operating Expenses	2,725,472	319,926	608,052	3,653,450	319,984	568,062	3,613,518	7,266,968
Equipment	41,268	0	47,000	88,268	0	0	41,268	129,536
Grants	133,847	0	0	133,847	0	0	133,847	267,694
Total Costs	\$7,736,770	\$628,144	\$676,040	\$9,040,954	\$627,979	\$589,002	\$8,953,751	\$17,994,705
State/Other Special	4,028,187	350,552	130,500	4,509,239	350,190	43,500	4,421,877	8,931,116
Federal Special	3,708,583	277,592	545,540	4,531,715	277,789	545,502	4,531,874	9,063,589
Total Funds	\$7,736,770	\$628,144	\$676,040	\$9,040,954	\$627,979	\$589,002	\$8,953,751	\$17,994,705

Page Reference

Legislative Budget Analysis, C-30

Funding

The Wildlife Division state special revenue consists primarily of hunting and fishing license revenue from the general license account. Earmarked fees support all of the Upland Game Bird Habitat Enhancement Program and the Wildlife Habitat Program operations. Other specialized programs are funded by revenue from the waterfowl stamp and auction receipts. Federal funding consists of Pittman-Robertson funds that require a 25 percent non-federal match that is typically met with funds from the general license account.

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget adopted by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments										
-----Fiscal 2006-----						-----Fiscal 2007-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					442,276					442,085
Vacancy Savings					(211,135)					(211,131)
Inflation/Deflation					(1,547)					(1,525)
Total Statewide Present Law Adjustments					\$229,594					\$229,429
DP 501 - Elk, Moose, and Mule Deer Auctions										
	0.00	0	27,750		27,750	0.00	0	27,750		27,750
DP 502 - Enhanced Wildlife Surveys (Restricted/OTO)										
	1.00	0	125,000	125,000	250,000	1.00	0	125,000	125,000	250,000
DP 507 - Increase for Migratory Bird Program Funds										
	0.00	0	26,388	0	26,388	0.00	0	26,388	0	26,388
DP 510 - Internal Service Rate Adjustment										
	0.00	0	13,188	12,174	25,362	0.00	0	13,188	12,174	25,362
DP 520 - Black Bear Population and Harvest Assessment - OTO										
	0.50	0	17,263	51,787	69,050	0.50	0	17,263	51,787	69,050
Total Other Present Law Adjustments										
	1.50	\$0	\$209,589	\$188,961	\$398,550	1.50	\$0	\$209,589	\$188,961	\$398,550
Grand Total All Present Law Adjustments					\$628,144					\$627,979

DP 501 - Elk, Moose, and Mule Deer Auctions - The legislature approved state special revenue to allow a conservation organization to auction elk, moose and mule deer licenses. Accounting standards require the department to record the 10 percent commission earned from the sale of licenses as expenditures in accounting records.

DP 502 - Enhanced Wildlife Surveys (Restricted/OTO) - The legislature approved a one-time only restricted appropriation for an increase in operational costs for completing statutorily required wildlife surveys. The proposal adds 1.00 FTE to provide pilot services to conduct aerial surveys to maximize aircraft utilization. This activity is used to determine game animal population and the appropriate number of elk, deer, and antelope that can be viably sustained.

DP 507 - Increase for Migratory Bird Program Funds - The legislature approved state special revenue to fund an increase in operational expenses for the implementation of the wetlands program under the Wetland Legacy Program. The Migratory Bird Stamp revenue increased because of the increase in non-resident fees during the 2001 legislative session.

DP 510 - Internal Service Rate Adjustment - The legislature approved a request to adjust vehicle travel costs resulting from inflation and rate increases for the department's internal fleet of vehicles and aircraft. The additional revenue generated would be used to maintain the department's fleet and to replace existing vehicles as needed.

DP 520 - Black Bear Population and Harvest Assessment - OTO - The legislature re-instates 0.50 FTE and operations cost related to this current research project. This funding was removed from the budget by the 2003 Legislature. The project was initiated to assess the impacts of hunting mortality on black bear population dynamics and to evaluate the validity of the harvest criteria.

New Proposals

New Proposals										
Program	FTE	Fiscal 2006				Fiscal 2007				
		General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 504 - Mountain Lion Research										
05	0.50	0	40,000	120,540	160,540	0.50	0	0	120,502	120,502
DP 505 - Restore Nongame Wildlife Funds- Restricted										
05	0.00	0	43,500	0	43,500	0.00	0	43,500	0	43,500
DP 506 - Equipment OTO										
05	0.00	0	47,000	0	47,000	0.00	0	0	0	0
DP 508 - Short Term Federal Authority OTO										
05	0.00	0	0	400,000	400,000	0.00	0	0	400,000	400,000
DP 525 - Wolf Radio Collars- SB461										
05	0.00	0	0	25,000	25,000	0.00	0	0	25,000	25,000
Total	0.50	\$0	\$130,500	\$545,540	\$676,040	0.50	\$0	\$43,500	\$545,502	\$589,002

DP 504 - Mountain Lion Research - The legislature approved state special revenue to continue mountain lion research. This proposal includes the continuation of 0.5 FTE to assist in the trapping and survey operations occurring October through March.

DP 505 - Restore Nongame Wildlife Funds- Restricted - The Montana state tax return provides residents with the opportunity to voluntarily donate funds for use in conserving the state's non game wildlife. The legislature approved state special revenue for increased operations.

DP 506 - Equipment OTO - The legislature approved one-time only state special revenue for replacement equipment. This purchase would be made in FY 2006.

DP 508 - Short Term Federal Authority OTO - The legislature approved \$400,000 per fiscal year in short-term contract authority for federal funding that may become available during the interim.

DP 525 - Wolf Radio Collars- SB461 - The legislature approved federal authority to provide for the collaring of wolf packs that are near livestock or a population center. This is contingent upon the passage of SB 461.

Language

The legislature approved the following language for inclusion in HB2:

"If Senate Bill No. 461 is not passed and approved, Wildlife Division is decreased by \$25,000 in federal special revenue in each year of the biennium."

Program Legislative Budget

The following table summarizes the legislative budget proposal for the program by year, type of expenditure, and source of funding.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	97.26	5.50	0.00	102.76	5.50	0.00	102.76	102.76
Personal Services	3,638,192	173,366	0	3,811,558	175,305	0	3,813,497	7,625,055
Operating Expenses	1,666,096	955,586	100,319	2,722,001	956,021	121,060	2,743,177	5,465,178
Equipment	448,452	(407)	0	448,045	(357,407)	0	91,045	539,090
Grants	380,782	88,787	0	469,569	88,787	0	469,569	939,138
Transfers	89,317	90,700	0	180,017	90,700	0	180,017	360,034
Total Costs	\$6,222,839	\$1,308,032	\$100,319	\$7,631,190	\$953,406	\$121,060	\$7,297,305	\$14,928,495
State/Other Special	5,878,656	1,280,471	39,894	7,199,021	925,845	60,525	6,865,026	14,064,047
Federal Special	344,183	27,561	60,425	432,169	27,561	60,535	432,279	864,448
Total Funds	\$6,222,839	\$1,308,032	\$100,319	\$7,631,190	\$953,406	\$121,060	\$7,297,305	\$14,928,495

Page Reference

Legislative Budget Analysis, C-35

Funding

The largest revenue source is the \$4.00 registration fee per vehicle charged in lieu of resident day use fees at state park sites, followed by motorboat fuel taxes, parks coal tax trust earnings, the general license account, snowmobile fuel taxes, fishing access maintenance and acquisition fee revenues, snowmobile registration fees, and off-highway vehicle registration fees.

The registration fee is allocated as follows:

- \$3.50 for park operations and maintenance
- \$0.25 for fishing access site maintenance
- \$0.25 for support of Virginia City and Nevada City, which is transferred to the Department of Commerce

The division receives the following allocations of the gasoline dealer's license taxes:

- Nine-tenths of one percent for maintenance of parks with motorboat use
- One-eighth of one percent for off-highway vehicle safety, repair of off-highway vehicle damage, and facility development
- Fifteen-twenty-eighths of one percent for snowmobile safety, facility development, enforcement and control of noxious weeds.

Of the coal severance tax revenues, 1.27 percent is deposited into a non-expendable trust, with the interest from the trust allocated for maintenance at state parks and historic sites.

The general license account and earmarked fishing fees are used to maintain fishing access sites.

Federal funding sources include Wallop-Breaux, National Recreational Trails, the Land and Water Conservation fund, and miscellaneous federal revenues. These federal funding sources require a match of 20 to 50 percent.

The department receives 6.5 percent of the accommodation tax collections for the maintenance of state parks. However, since the money is appropriated through statute, it is not included in HB2.

Capitol grounds maintenance is paid through a proprietary account and rate charges are based on the amount of office space occupied in the capitol complex. The legislature does not appropriate these funds, but does approve the rate.

The 2003 Legislature removed all general fund authority from the Parks Division.

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget adopted by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments										
-----Fiscal 2006-----					-----Fiscal 2007-----					
FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds	
Personal Services				139,232						141,480
Vacancy Savings				(151,095)						(151,186)
Inflation/Deflation				(307)						148
Total Statewide Present Law Adjustments				(\$12,170)						(\$9,558)
DP 601 - Equipment Reduction										
0.00	0	(24,607)		0	(24,607)	0.00	0	(24,607)	0	(24,607)
DP 602 - Restore Land & Water Conservation Program Funds										
0.00	0	0	7,561	7,561	0.00	0	0	7,561	7,561	
DP 604 - Restore Park Field Maintenance & Operations										
2.50	0	917,422	0	917,422	2.50	0	917,335	0	917,335	
DP 605 - FAS Base Maintenance and Operations										
3.00	0	216,871	20,000	236,871	3.00	0	216,720	20,000	236,720	
DP 606 - Community Service										
0.00	0	38,000	0	38,000	0.00	0	38,000	0	38,000	
DP 607 - Snowmobile Groomer Replacement - Biennial										
0.00	0	24,200	0	24,200	0.00	0	(332,800)	0	(332,800)	
DP 608 - Snowmobile Grants & Operations										
0.00	0	107,349	0	107,349	0.00	0	107,349	0	107,349	
DP 610 - Internal Service Rate Adjustment										
0.00	0	13,406	0	13,406	0.00	0	13,406	0	13,406	
Total Other Present Law Adjustments										
5.50	\$0	\$1,292,641	\$27,561	\$1,320,202	5.50	\$0	\$935,403	\$27,561	\$962,964	
Grand Total All Present Law Adjustments				\$1,308,032					\$953,406	

DP 601 - Equipment Reduction - The legislature approved a reduction in state special revenue from the base budget, as a one-time mower purchase was made in FY 2004.

DP 602 - Restore Land & Water Conservation Program Funds - The legislature approved a base adjustment of federal special revenue to administer the land and water community grants program. The Land and Water Conservation Fund (LWCF) passes federal monies to local communities through the Parks Division budget to build ball fields, parks, playgrounds, and trails. The administration portion of this program includes communications, grant application guidance, grant tracking and record keeping, completed project review and site inspections.

DP 604 - Restore Park Field Maintenance & Operations - The legislature approved an adjustment of state special revenue to annualize the optional \$3.50 fee on vehicle registrations to fund state park operations and maintenance. The fee took affect January 1, 2004, halfway through a fiscal year. Subsequently, base year expenditures only reflected half of a fiscal year value.

DP 605 - FAS Base Maintenance and Operations - The legislature approved an adjustment in state special revenue to annualize the optional \$0.25 fee on vehicle registrations to fund fishing access site operations and maintenance. The fee took affect January 1, 2004, halfway through a fiscal year. Subsequently, base year expenditures only reflected half of a fiscal year value.

DP 606 - Community Service - The legislature approved state special revenue to meet unplanned needs in supervising Montana Conservation Corps, volunteer groups and Aspen Youth Alternative crews. Volunteer and youth groups are used to complete special projects in place of regular maintenance crews and park staff. These park projects involve cave cleaning at Lewis and Clark Caverns, park cleanup day at Bannack, trail maintenance at Makoshika, and other projects.

DP 607 - Snowmobile Groomer Replacement - Biennial - The legislature approved a biennial appropriation of state special revenue for replacement snowmobile groomer equipment. Local snowmobile clubs use grants distributed by the department to purchase snowmobile grooming equipment.

DP 608 - Snowmobile Grants & Operations - The legislature approved state special revenue to restore funding for the maintenance of snowmobile trails by local snowmobile clubs statewide. Local snowmobile clubs use grants distributed by the department to groom snowmobile trails and to maintain snowmobile grooming equipment.

DP 610 - Internal Service Rate Adjustment - The legislature approved a request to adjust vehicle travel costs resulting from inflation and rate increases for the department's internal fleet of vehicles and aircraft. The additional revenue generated would be used to maintain the department's fleet and to replace existing vehicles as needed.

New Proposals

New Proposals										
Program	FTE	Fiscal 2006				Fiscal 2007				
		General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 603 - Short Term Federal Authority OTO										
06	0.00		0	0	35,000	35,000	0.00	0	0	35,000
DP 620 - Maintenance of DNRC sites										
06	0.00		0	(2,657)	25,425	22,768	0.00	0	(2,786)	25,535
DP 625 - OHV Program - SB 318										
06	0.00		0	42,551	0	42,551	0.00	0	63,311	0
Total	0.00	\$0	\$39,894	\$60,425	\$100,319	0.00	\$0	\$60,525	\$60,535	\$121,060

DP 603 - Short Term Federal Authority OTO - The legislature approved short-term contract authority for projects using federal funding. FWP expects a contract with the USFS for operation of the Smith River sites in FY 2006 and 2007.

DP 620 - Maintenance of DNRC sites - The legislature approved federal special revenue to allow FWP to take over management of fourteen DNRC owned access sites in Northwest Montana. DNRC contends that these fourteen sites are not properly cared for and are being degraded with unmanaged recreational use. DNRC determined that to maintain the value of the property, reduce environmental impacts and continue public access, recreational management is needed. DNRC contends that FWP is better suited to provide these services.

DP 625 - OHV Program - SB 318 - The legislature approved an increase in off-highway vehicle registration fees to implement a comprehensive off-highway vehicle program and a non-resident licensing program. This is contingent upon the passage of SB 318.

Language

The legislature approved the following language for inclusion in HB2:

"If Senate Bill No. 318 is not passed and approved, Parks Division is decreased by \$42,551 in state special revenue in fiscal year 2006 and by \$63,311 in state special revenue in fiscal year 2007."

Proprietary Rates

Proprietary Program Description

There are two main proprietary funds within the Parks Division: 1) Capitol Grounds; and 2) the Enterprise Fund.

Capitol Grounds Maintenance

The Parks Division is responsible for the state Capitol Complex Grounds Maintenance Program. The department funds the program through the capitol grounds proprietary account (fund 06541). Indirect costs are recovered through assessment of an indirect cost rate on actual program expenditures of the previous period. The total annual cost of the capitol grounds maintenance program is allocated to state agencies based on each agency's share of the total square footage of office space on the capitol complex, which is rented from Department of Administration, General Services Division.

Enterprise Fund

23-1-105 (5) MCA authorized the Parks Division to establish an enterprise fund (fund 06068) for the purpose of managing state park visitor services revenue. The fund is used by the department to provide inventory through purchase, production, or donation and for the sale of educational, commemorative, and interpretive merchandise and other related goods and services at department sites and facilities. The fund was established primarily to better manage parks visitor centers that sell books at parks like Ulm Pishkun, Makoshika, and Chief Plenty Coups as well as parks that sell items like firewood. Monies generated go back into the purchase of inventory and also the improvement of visitor services in state parks and the department overall. In FY 2004 this fund accounted for the following monies: \$78,374 of earned revenue, \$54,206 of expenditures and a fund balance in the amount of \$40,588.

Proprietary Revenues and Expenses

Grounds Maintenance

There are no changes proposed in the provision of services. An increase of \$0.02 cents per square foot is proposed for the 2007 biennium. On an annual basis, revenues and expenses are reviewed to ensure costs are commensurate with the fees charged agencies. Cash balances are affected by building occupancy rates, weather severity, and demand for services. Accumulated cash balances from previous periods are used to calculate rates for future periods. A total of 6.06 FTE are funded in this program.

The 60-day working capital requirement provides sufficient cash to fund on-going operations of the program. On a biennial basis, program costs are reviewed to ensure fees charged to agencies are commensurate with program costs. Each biennium, the account is analyzed to determine if ending cash balances are long or short relative to program working capital requirements. Calculation of rates for future periods can be affected by ending cash balances.

Agencies are billed quarterly for grounds maintenance and snow removal. Cash balances fluctuate during the year relative to the season and weather conditions. Generally, cash balances are lowest in the first and last quarter of each fiscal year, during the busy summer months of lawn and landscape maintenance and during the start up season in the spring. During years of heavy and or frequent snowfall, cash balances can become low in the second and third quarters.

Enterprise Fund

Revenues are generated by the sales of merchandise at park visitor centers and regional offices. The expenses associated with the enterprise fund include office supplies, merchandising materials, and the purchase of inventory to replenish stock. As the program develops, the 60-day working capital requirement would provide sufficient cash to fund on-going operations of the program. The cash balances are highest in the winter after the parks season ends and lowest in the spring when stock is replenished.

Proprietary Rate Explanation*Grounds Maintenance*

Capitol grounds unit of service is the grounds maintenance and snow removal on the capitol complex. The unit price is the total annual revenue of the program divided by the total square footage of rented office space on the capitol complex. Square footage of rented office space on the capitol complex for the 2007 biennium is provided by General Services Division and used in these calculations.

The legislature approved a rate increase for the 2007 biennium. The rate will be established at \$0.3896 per square foot. If legislation to transfer the grounds maintenance program to the department of administration is passed and approved, this rate increase will remain in effect.

Enterprise Fund

The enterprise fund applies a markup rate of no less than 40 percent on goods purchased for resale to ensure sufficient revenues to replenish stock.

Program Legislative Budget

The following table summarizes the legislative budget proposal for the program by year, type of expenditure, and source of funding.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	24.89	0.00	1.16	26.05	0.00	1.16	26.05	26.05
Personal Services	1,252,129	61,978	31,393	1,345,500	62,297	31,353	1,345,779	2,691,279
Operating Expenses	1,261,359	1,979	25,764	1,289,102	2,054	77,292	1,340,705	2,629,807
Equipment	6,900	0	0	6,900	0	0	6,900	13,800
Capital Outlay	0	0	0	0	0	0	0	0
Grants	146,236	67,801	0	214,037	(98,435)	0	47,801	261,838
Total Costs	\$2,666,624	\$131,758	\$57,157	\$2,855,539	(\$34,084)	\$108,645	\$2,741,185	\$5,596,724
State/Other Special	1,933,336	146,425	57,157	2,136,918	(19,417)	108,645	2,022,564	4,159,482
Federal Special	733,288	(14,667)	0	718,621	(14,667)	0	718,621	1,437,242
Total Funds	\$2,666,624	\$131,758	\$57,157	\$2,855,539	(\$34,084)	\$108,645	\$2,741,185	\$5,596,724

Page Reference

Legislative Budget Analysis, C-42

Funding

The largest funding source in the Conservation Education Division is the general license account. Other state special revenue sources are interest from the coal tax trust account, and snowmobile and off-highway fuel taxes. Fuel taxes are dedicated revenue sources for snowmobile and off highway vehicle education programs. Federal funds are primarily Pittman-Robertson and Wallop-Breaux funds derived from federal excise taxes on sporting rifles, ammunition, and fishing equipment, and require a 25 percent match in non-federal funds.

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget adopted by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments									
-----Fiscal 2006-----					-----Fiscal 2007-----				
FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services				116,733					117,064
Vacancy Savings				(54,755)					(54,767)
Inflation/Deflation				(2,336)					(2,261)
Fixed Costs				(1,000)					(1,000)
Total Statewide Present Law Adjustments				\$58,642					\$59,036
DP 802 - Shooting Range Grants Biennial									
0.00	0	17,801	0	17,801	0.00	0	(148,435)	0	(148,435)
DP 804 - OHV Information & Education									
0.00	0	2,000	0	2,000	0.00	0	2,000	0	2,000
DP 805 - Snowmobile Information & Education									
0.00	0	3,315	0	3,315	0.00	0	3,315	0	3,315
DP 820 - Increase Shooting Range Grants									
0.00	0	50,000	0	50,000	0.00	0	50,000	0	50,000
Total Other Present Law Adjustments									
0.00	\$0	\$73,116	\$0	\$73,116	0.00	\$0	(\$93,120)	\$0	(\$93,120)
Grand Total All Present Law Adjustments				\$131,758					(\$34,084)

DP 802 - Shooting Range Grants Biennial - The legislature approved a biennial state special revenue appropriation for the administration of the shooting range grants program. Grants are provided to local governments, school districts, private shooting clubs, and nonprofit organizations, and require a fifty percent in-kind or cash match.

DP 804 - OHV Information & Education - The legislature approved a state special revenue adjustment for off-highway vehicle (OHV) fuel taxes for the OVH educational programs, as printing expenses anticipated in FY 2004 were not incurred due to delays in production.

DP 805 - Snowmobile Information & Education - The legislature approved an adjustment in state special revenue for snowmobile fuel taxes, as requests for printed trail maps were less than anticipated in FY 2004. Demand is anticipated to be at the previous level in future years.

DP 820 - Increase Shooting Range Grants - The legislature approved an increase of \$50,000 of state special revenue per year of the biennium for shooting range grants. The funds are general license dollars transferred from the administration and finance division.

New Proposals

New Proposals										
Program	FTE	Fiscal 2006				Fiscal 2007				Total Funds
		General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	
DP 801 - The Wildlife Center										
08	1.16	0	57,157	0	57,157	1.16	0	108,645	0	108,645
Total	1.16	\$0	\$57,157	\$0	\$57,157	1.16	\$0	\$108,645	\$0	\$108,645

DP 801 - The Wildlife Center - The legislature approved state special and federal special revenue to support 1.17 FTE and daily operations of an education center to be located at the Montana Wildlife Center at Spring Meadow Lake State Park in Helena. The department and private foundation partners are developing the education component of the wildlife center.

Program Legislative Budget

The following table summarizes the legislative budget proposal for the program by year, type of expenditure, and source of funding.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	55.97	0.00	1.00	56.97	0.00	1.00	56.97	56.97
Personal Services	2,718,390	24,487	49,634	2,792,511	22,089	49,492	2,789,971	5,582,482
Operating Expenses	1,160,314	24,724	3,012,500	4,197,538	14,862	7,900	1,183,076	5,380,614
Equipment	14,063	0	0	14,063	0	0	14,063	28,126
Grants	69,389	0	0	69,389	0	0	69,389	138,778
Total Costs	\$3,962,156	\$49,211	\$3,062,134	\$7,073,501	\$36,951	\$57,392	\$4,056,499	\$11,130,000
State/Other Special	2,794,776	180,260	262,134	3,237,170	193,269	57,392	3,045,437	6,282,607
Federal Special	1,167,380	(131,049)	2,800,000	3,836,331	(156,318)	0	1,011,062	4,847,393
Total Funds	\$3,962,156	\$49,211	\$3,062,134	\$7,073,501	\$36,951	\$57,392	\$4,056,499	\$11,130,000

Page Reference

Legislative Budget Analysis, C-45

Funding

The Department Management Division is funded from the general license account and revenues received through applying an assessment to federal grants and non-federal account to recover overhead costs to fund services provided to other divisions within the department. The assessment rate for the 2007 biennium from non-federal sources is 10.8 percent for operations and 3.5 percent for capital. The federal rate is negotiated on an annual basis. The current rate for federal funds is 17.8 percent.

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget adopted by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments										
-----Fiscal 2006-----						-----Fiscal 2007-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					137,430					134,891
Vacancy Savings					(114,236)					(114,130)
Inflation/Deflation					4,727					3,089
Fixed Costs					(25)					(25)
Total Statewide Present Law Adjustments					\$27,896					\$23,825
DP 901 - Commission Expense										
	0.00	0	16,000	0	16,000	0.00	0	16,000	0	16,000
DP 904 - Statute Book Printing										
	0.00	0	0	0	0	0.00	0	(8,040)	0	(8,040)
DP 910 - Litigation Expenses										
	1.00	0	72,657	0	72,657	1.00	0	72,508	0	72,508
DP 920 - Eliminate funding for FWP Foundation Director										
	(1.00)	0	(67,342)	0	(67,342)	(1.00)	0	(67,342)	0	(67,342)
Total Other Present Law Adjustments										
	0.00	\$0	\$21,315	\$0	\$21,315	0.00	\$0	\$13,126	\$0	\$13,126
Grand Total All Present Law Adjustments					\$49,211					\$36,951

DP 901 - Commission Expense - FWP commissioners are compensated for their travel at standard per diem rates and are provided an honorarium of \$50 per day for participating in meetings or conducting other commission business. The legislature approved an adjustment to restore the funding for this expense as the budget system excludes all per diem and honoraria paid to the commissioners.

DP 904 - Statute Book Printing - The legislature approved an adjustment of state special revenue due to cyclic printing costs. Following each legislative session, the department prints statute books to inform game wardens, other staff, and the public of relevant laws pertaining to department programs. It is not needed during the second year of the biennium.

DP 910 - Litigation Expenses - The legislature approved state special revenue for increased legal expenses and personnel. The increasing workload has resulted in contracting with private sector attorneys at significantly higher costs per hour. This request provides funding and FTE to increase the half-time attorney and paralegal positions to full-time and payment of increasing court costs.

DP 920 - Eliminate funding for FWP Foundation Director - This decision package eliminates base funding for the Executive Director of the FWP Foundation. This represents \$67,342 in general license dollars and 1.0 FTE in each year of the biennium.

New Proposals

New Proposals										
Program	FTE	Fiscal 2006				Fiscal 2007				
		General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 905 - State Wildlife Grants - Biennial/OTO										
09	0.00	0	200,000	2,800,000	3,000,000	0.00	0	0	0	0
DP 909 - FWP Website Management										
09	1.00	0	62,134	0	62,134	1.00	0	57,392	0	57,392
Total	1.00	\$0	\$262,134	\$2,800,000	\$3,062,134	1.00	\$0	\$57,392	\$0	\$57,392

DP 905 - State Wildlife Grants - Biennial/OTO - The legislature approved a biennial appropriation for \$2.8 million in federal funds and \$200,000 in general license dollars. As in the past two biennia, funds would be used for a broad range of projects to conserve and enhance populations of native fish and wildlife species and to reduce the potential for federal listing of species.

DP 909 - FWP Website Management - The legislature approved state special revenue for 1.0 FTE and operating costs to provide content management to the FWP website.

Language

The legislature approved the following language for inclusion in HB2:

“The department may not use any source of state special revenue to fund operations or personal services of the fish, wildlife and parks foundation.”